



# City of Fresno

## Monthly Financial Report FY2008/2009

### Through the Six Months Ended December 31, 2008

*Unaudited - Intended For Internal Management Purposes Only*

#### GENERAL FUND AT-A-GLANCE

Category	Amended Budget	YTD Actual	%	% Prior Year
Revenues	\$ 253,657	\$ 65,015	26%	29%
Expenditures	(253,532)	(124,191)	49%	49%
<b>Revenues Over Expenditures</b>	<b>\$ 125</b>	<b>\$ (59,176)</b>		

#### GENERAL FUND REVENUES

Revenues	Amended Budget	YTD Actual	%	% Prior Year
Sales & Use Tax	\$ 75,124	\$ 26,838	36%	35%
Prop. 172 Sales Tax	2,531	1,264	50%	45%
Property Tax	72,427	1,816	3%	4%
Motor Vehicle In-Lieu	41,893	735	2%	3%
Business Tax	16,462	8,941	54%	53%
Franchise Tax	6,451	1,766	27%	21%
Other Local Taxes	12,457	6,028	48%	46%
Card Room Receipts	1,500	681	45%	51%
Charges For Services	23,417	7,659	33%	35%
Enterprise In-Lieu Fees	322	-	0%	0%
Intergovernmental Revenues	1,777	662	37%	28%
Intragovernmental Revenues	(17,591)	(5,157)	29%	29%
All Other Revenue Sources	16,887	13,782	82%	95%
<b>Total</b>	<b>\$ 253,657</b>	<b>\$ 65,015</b>	<b>26%</b>	<b>29%</b>

#### GENERAL FUND REVENUES

General Fund revenues for the six months ended December 31, 2008 were \$65.0 million. This is an \$8.6 million decrease from revenues received through this same period last year, which were \$73.6 million. Of the \$8.6 million decrease, \$5.4 million is attributed to the difference in carryover amounts between years (carryover in FY08 was 18.2 million; carryover for FY09 was 12.8 million) and \$3.2 million is attributed to decreases in tax and operating revenues. Note: Because Property Taxes are not recognized until received, it is typical in December to see a large variance between revenues and expenditures. The first Property Tax installment is expected to be recognized next month.

Revenues from major tax sources (including Sales Tax, Property Tax, Motor Vehicle In-Lieu, Business Tax, Franchise Tax, and Other Local Taxes), collectively, are about \$2.4 million less than the amounts received in the prior year. Sales Taxes decreased \$2.2 million, representing the majority of the \$3.2 million decrease (\$29.0 million last year vs. \$26.8 million this year). There were moderate decreases to Property Taxes and Motor Vehicle In-Lieu, and moderate increases Business Taxes and Franchise Taxes.

Other sources of revenues, namely Charges for Services, Intra-governmental Revenue, and All Other Revenue, also have achieved results materially similar to the amounts received through this same period in the prior year. Charges for Services continue with a positive trend. Thus far, this revenue is \$0.7 million greater than last year's amount of \$7.0 million. Intra-governmental Revenues will fluctuate month to month, reflecting General Fund resources needed by other departments on an as-needed basis. Of the \$13.8 million in All Other Revenue Sources, \$12.8 million represents the carryover.

As of December 31, 2008, the City maintained \$16.7 million in cash in the General Fund Emergency Reserve Fund. The use of this cash is restricted until an emergency declaration is made by the mayor and approved by council.

**GENERAL FUND EXPENDITURES BY DEPARTMENT**

Department	Amended Budget	YTD Actual	%	% Prior Year
Police Department	\$ 138,514	\$ 69,253	50%	50%
Fire Department	47,378	23,714	50%	55%
Parks, Recreation & Community Services	23,912	12,283	51%	50%
Administrative/General	15,215	5,560	37%	28%
Public Works	16,501	8,693	53%	53%
City Council Offices	3,583	1,592	44%	41%
City Manager's Office	2,254	762	34%	54%
City Clerk's Office	778	371	48%	47%
Office of the Mayor	626	322	51%	50%
Economic Development Department	1,598	646	40%	38%
General City Purpose Department	3,173	995	31%	35%
<b>Total</b>	<b>\$ 253,532</b>	<b>\$ 124,191</b>	<b>49%</b>	<b>49%</b>

**GENERAL FUND EXPENDITURES BY TYPE**

Expenditure Type	Amended Budget	YTD Actual	%	% Prior Year
Salaries and Benefits (excluding overtime)	\$ 171,871	\$ 85,266	50%	50%
Overtime	4,927	2,539	52%	66%
Pension Obligation Bonds	12,504	4,533	36%	37%
Operations and Maintenance	22,080	12,084	55%	59%
Interdepartmental Charges	37,032	18,298	49%	49%
Transfers, Loans and Contingencies	1,981	2	0%	0%
Capital	3,137	1,469	47%	42%
<b>Total</b>	<b>\$ 253,532</b>	<b>\$ 124,191</b>	<b>49%</b>	<b>49%</b>

**GENERAL FUND EXPENDITURES**

General Fund expenditures through December 31, 2008 were \$124.2 million. Last year, expenditures were \$124.5 million for the same period. By major department, expenditures for the Police and Fire Departments were \$69.3 million and \$23.7 million respectively. These levels approximate, materially the same spending incurred this same period last year, with a slight increase of \$1.3 million for the Police and a \$1.9 million decrease for the Fire Department.

Parks/Recreation increased slightly from last year's spending (\$12.3 million this year, \$11.7 million last year). Public Work's expenditures decreased by \$0.4 million from the prior year (\$8.7million this year, \$9.1 million last year). Expenditures for the smaller departments materially approximated the amounts spent in the prior fiscal year and remain reasonable with 50% of the fiscal year completed.

By expenditure category, Salaries and Benefits increased \$1.6 million (\$87.8 million vs. \$86.2 million) from the same period last year. Expenditures for Pension Obligation Debt and Operations/Maintenance are expected to approximate the prior year results. Expenditures for Interdepartmental Charges approximated last year's spending levels at \$18.3 million.

**ENTERPRISE OPERATING FUNDS**

	Budget	YTD Actual	%
<b>Community Sanitation</b>			
Revenues	\$ 10,209	\$ 5,765	56%
Expenditures	\$ (10,209)	\$ (4,599)	45%
<b>Total</b>	-	1,166	
<b>Convention Center</b>			
Revenues	\$ 7,188	\$ (1,033)	-14%
Expenditures	\$ (7,269)	\$ (1,551)	21%
<b>Total</b>	(81)	(2,584)	
<b>Planning and Development Department</b>			
Revenues	\$ 12,282	\$ 6,572	54%
Expenditures	\$ (13,362)	\$ (6,394)	48%
<b>Total</b>	(1,080)	178	
<b>FAX/Transit</b>			
Revenues	\$ 41,059	\$ 7,459	18%
Expenditures	\$ (40,812)	\$ (19,752)	48%
<b>Total</b>	247	(12,293)	
<b>FYI Airport</b>			
Revenues	\$ 14,441	\$ 5,976	41%
Expenditures	\$ (14,441)	\$ (7,216)	50%
<b>Total</b>	-	(1,240)	
<b>Housing/Neighborhood Revitalization</b>			
Revenues	\$ (192)	\$ (2,349)	1223%
Expenditures	\$ (5,291)	\$ (3,043)	58%
<b>Total</b>	(5,483)	(5,392)	
<b>Sewer System*</b>			
Revenues	\$ 79,991	\$ 13,595	17%
Expenditures	\$ (76,647)	\$ (33,612)	44%
<b>Total</b>	3,344	(20,017)	
<b>Solid Waste System</b>			
Revenues	\$ 55,460	\$ 24,520	44%
Expenditures	\$ (50,988)	\$ (22,184)	44%
<b>Total</b>	4,472	2,336	
<b>Water System</b>			
Revenues	\$ 81,417	\$ 42,651	52%
Expenditures	\$ (80,621)	\$ (27,035)	34%
<b>Total</b>	\$ 796	\$ 15,616	

**ENTERPRISE OPERATING FUNDS**

The enterprise operating funds are achieving varying results, though results are only reflective of the 50% of the fiscal year. Efforts continue in the area of grant management for those funds relying on grant revenues (Airports, FAX/Transit, Housing/Neighborhood Revitalization).

As stated above, results above do not reflect trends or patterns in operations since revenues and expenditures are recognized on a cash basis for interim reporting. This can result in material timing differences. The revenue amounts above reflect the Carryover amount from 2008. Major sources of revenues, including grants, are recorded as revenues when the cash is actually received. However, interim fluctuations for revenues and expenditures tend to level out towards the end of the fiscal year. Grant revenues are a primary or significant source of revenue for FAX/Transit, FYI Airports, and Housing/Neighborhood Revitalization.

Note: Revenue amounts above include carryover. Since carryover includes encumbrances, some carryover postings can result in significant offsets (even deficits) to current year operating revenues. For example, Sewer's carryover includes \$46.3 million in encumbrances from 2008. Accordingly, current revenues are offset to reflect the "future use of cash to pay for these encumbrances.\*

**DEBT SUMMARY**

Debt Source	Principal Outstanding
Tax Supported:	
Pension Obligation Bonds	\$ 182,785
Various Capital Projects	41,670
Stadium Project	41,910
City Hall Refinancing	31,655
Exhibit Hall Expansion Project	26,669
No Neighborhood Left Behind	40,955
Convention Center Improvements	29,660
Conference Center Refinancing	4,550
Street Light Acquisition Project	4,510
Street Improvement Project	2,590
Judgment Obligation Bonds	3,995
Parks Impact Fee Projects	35,205
Water	40,590
Sewer	251,710
Airport	60,165
Solid Waste	10,315
Parks and Recreation	2,480
<b>Total</b>	<b>\$ 811,414</b>

**SUMMARY**

This report is based on detailed information produced by the City's Finance Department/Accounting Division. If you would like additional information, or have any question about this report, please call 621-7001.